COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

KENTUCKY-AMERICAN WATER COMPANY)) CASE NO. 2007-00185
ALLEGED FAILURE TO COMPLY WITH KRS 278.300(1))

ORDER

This matter is before the Commission on its own motion. By Order entered on June 27, 2007, we extended the period in which Kentucky-American Water Company ("Kentucky-American") would be required to file a response to the issues set forth in the Commission's May 16, 2007 Show Cause Order and continued the June 28, 2007 hearing generally. As Kentucky-American and Commission Staff have now reached a tentative settlement agreement and are in the process of documenting said agreement, we find that there is sufficient cause to relieve Kentucky-American of its duty to file a response to the Show Cause Order pending further Orders of the Commission.

IT IS THEREFORE ORDERED that Kentucky-American is relieved of its duty to file a response to the Commission's May 16, 2007 Show Cause Order pending further Orders of the Commission.

Done at Frankfort, Kentucky, this 16th day of July, 2007.

By the Commission

ATTEST:

Mobert a Amate for the Executive Director